|                      |                     | UTAH OIL AND GAS CONSERVATION COMMISSION |        |   |               |         |                      |
|----------------------|---------------------|--|--------|---|---------------|---------|----------------------|
| REMARKS: WELL LOG    | ELE                 | CTRIC LOGS FILE                          | X WATE | ER SANDSLOCA                            | TION INSPECTE | D 011 δ | Gas SUB REPORT/abd.  |
| * Applicat           | ion res             | ainted Well                              | never  | deilled- 1                              | -26-          | 83      |                      |
|                      |                     |  |        | ,                                       |               |         |                      |
|                      |                     |  |        |   |               |         |                      |
|                      |                     |  |        |   |               |         |                      |
|                      |                     |  |        |   |               |         |                      |
| DATE FILED           | 9-1-81              |  |        |   |               |         |                      |
| LAND: FEE & PATENTED |                     | EASE NO.                                 |        | PUBLIC LEASE NO                         | U-2040        | 01      | INDIAN               |
| DRILLING APPROVED:   | 1 <del>0-21-8</del> | 1 10-20-81                               |        |   |               |         |                      |
| SPUDDED IN:          | ·                   |  |        |   |               |         |                      |
| COMPLETED            |                     | PUT TO PRODUCING:                        |        |   |               |         |                      |
| INITIAL PRODUCTION:  |                     |  |        |   |               |         |                      |
| GRAVITY A.P.I.       |                     |  |        |   |               |         |                      |
| GOR.                 |                     |  |        |   |               |         |                      |
| PRODUCING ZONES:     |                     | •  |        | *************************************** |               |         |                      |
| TOTAL DEPTH:         |                     |  |        |   |               |         |                      |
| WELL ELEVATION:      |                     |  |        |   |               |         |                      |
| DATE ABANDONED:      | A 1-2               | 6-83                                     |        |   |               |         |                      |
| FIELD: 3/84          | •                   | Cisco Acce                               |        |   |               |         |                      |
| UNIT:                |                     |  |        |   |               |         |                      |
| COUNTY:              | Grand               |  |        |   |               |         |                      |
| WELL NO.             | Federal             | #11-1                                    |        | API                                     | # 43-01       | 19-3086 | 66                   |
| LOCATION             | 597 <b>'</b> F      | T. FROM <b>X</b> () (S) LINE,            | 518'   | FT. FROM 🟋 (W)                          | LINE.         | SW      | SW 1/4 - 1/4 SEC. 11 |
|                      |                     |  |        |   |               |         |                      |
| · TWP RGE            | SEC.                | OPERATOR                                 |        | TWP.                                    | RGE           | SEC.    | OPERATOR             |
|                      | ı                   | I  |        | 19\$                                    | 24E           | 11      | FRANK B. ADAMS       |

## Frank B. Adams

OIL OPERATOR

716 WILSON BUILDING CORPUS CHRISTICTEXAS 78476

512-884-9004

September 10, 1981

The District Engineer
U. S. Geological Survey
2000 Adminstration Building
Salt Lake City, Utah 84104

Gentlemen:

DIVISION OF OIL, GAS & MINING

Enclosed, in triplicate, are Forms 9-331-C "Application to Drill" for the following proposed test wells all in Grand County, Utah:

Frank B. Adams No. 4-1 sw se 4 - 19s - 24e SLB&M 3,700' Entrada wildcat Federal Lease No. U-21349

Frank B. Adams No. 11-1. sw sw 11 - 19s - 24e SLB&M 3,100' Entrada wildcat Federal Lease No. U-20401 Frank B. Adams No. 22-1 sw ne 22 19s - 24e SLB&M 2,950' Entrada wildcat Federal Lease No. U-17907

Frank B. Adams No. 33-1 se se 33 19s - 24e SLB&M 2,300' Entrada wildcat Federal Lease No. U-31469

Attached to each Form 9-331-C are the necessary supporting papers. The undersigned holds Statewide Drilling Bond No. 72-0130-60-78 and Mitchell Energy Corporation, the Record owner, holds Nationwide Federal Drilling Bond No. 59-5215, on file in the Denver office of the USGS.

If the enclosed meets with your approval, I would like to arrange to hold the on-site inspection, if required, for all four locations on the same day.

Thank you for your early attention to these permit requests.

Very truly yours,

FBA/g

UO&G (Lease plats attached)

Frank B. Adams -

att: mike mender

## SUBMIT IN T\_\_\_ICATE\* (Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

## UNITED STATES DEPARTMENT OF THE INTERIOR

|   | DEPARTMENT                           | OF THE I                | MITT                               | KIOK                        |                           | 5. LEASE DESIGNATION AND SERIAL NO.                 |  |
|---|--------------------------------------|-------------------------|------------------------------------|-----------------------------|---------------------------|---|--|
|   | U-20401                              |                         |                                    |                             |                           |   |  |
| APPLICATION   | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME |                         |                                    |                             |                           |   |  |
| 1a. TYPE OF WORK  DR  | ILL 🗵                                | DEEPEN                  |                                    | PLUG BAC                    | CK 🗆                      | 7. UNIT AGREEMENT NAME                              |  |
| oul X &/or w  | AS OTHER                             |                         |                                    | NGLE MULTIP                 | rae 🗌                     | 8. FARM OR LEASE NAME                               |  |
| 2. NAME OF OPERATOR   |                                      |                         |                                    |                             |                           | Federal   |  |
| Frank B. A  | dams                                 |                         |                                    |                             |                           | 9. WELL NO.   |  |
| 3. ADDRESS OF OPERATOR  |                                      |                         |                                    |                             |                           | No. 11-1 Federal                                    |  |
| 716 Wilson  | Bldg., Corpu                         | ıs Christi              | i, T                               | X 78476                     |                           | 10. FIELD AND POOL, OR WILDCAT                      |  |
|   | eport location clearly and           |                         |                                    |                             |                           | Greater Cisco Area                                  |  |
| 210.  | fwl & 597' f                         | `sl Sec. 1              | 11 -<br>CW                         | 19s - 24e SI<br><b>/\$W</b> | JB&M                      | 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA    |  |
| At proposed prod. zor   | Same as abo                          |                         |                                    |                             |                           | 11-T19S-R24E SLB&M                                  |  |
|   | AND DIRECTION FROM NEAD              |                         | TOFFICE                            | E*,                         |                           | 12. COUNTY OR PARISH   13. STATE                    |  |
|   | s nne of Cisc                        | o, Utah                 |                                    |                             |                           | Grand Utah  |  |
| 15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any) |                                      | 518                     | 16. NO. OF ACRES IN LEASE 2,424.76 |                             | TO T                      | of Acres Assioned<br>HIS WELL<br>LC-Oil & 40ac- gas |  |
| 18. DISTANCE FROM PROP  | POSED LOCATION*                      |                         | 19. PROPOSED DEPTH                 |                             | 20. ROTARY OR CABLE TOOLS |   |  |
| TO NEAREST WELL, DO OR APPLIED FOR, ON TH   | NA                                   | NA   3,200' Entrada   F |                                    |                             | ary - air                 |   |  |
| 21. ELEVATIONS (Show wh   |                                      |                         |                                    |                             |                           | 22. APPROX. DATE WORK WILL START* Mar. 15, 1982     |  |
| 23.   | P                                    | ROPOSED CASI            | NG ANI                             | CEMENTING PROGRA            | м                         |   |  |
| SIZE OF HOLE  | SIZE OF CASING                       | WEIGHT PER F            | 00Т                                | SETTING DEPTH               | 1                         | QUANTITY OF CEMENT                                  |  |
| 11"   | 8-5/8ths"                            | 26#                     | 160'                               |                             | 30sx to surface           |   |  |
| 6%''  | 4½"                                  | 1 3%#                   | <i>‡</i>                           | 3,200'                      | 120 s                     | sx + 2% KCL   |  |
| Attached  |                                      |                         |                                    |                             |                           |   |  |
| 1. Survey 2. Ten poi 3. Surface 4. Designa  |                                      | tor                     |                                    | OF                          | UTAH<br>GAS               | BY THE STATE<br>DIVISION OF<br>AND MINING           |  |
|   |                                      |                         |                                    |                             |                           |   |  |

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24.

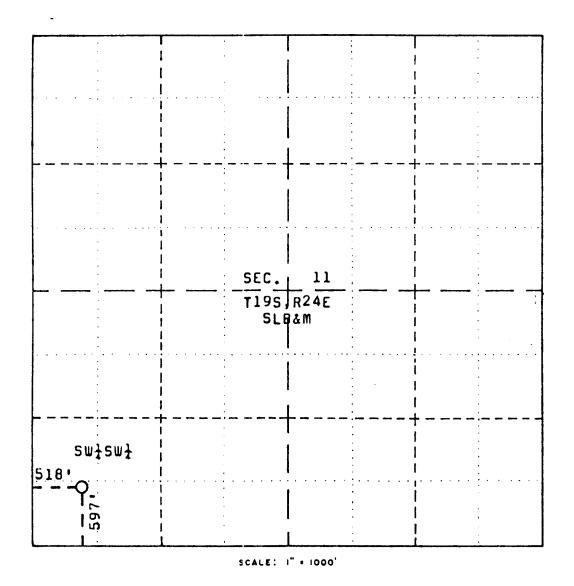
SIGNED TO BLANCE OPERATOR OPERATOR DATE Sept. 1, 1981

(This space for Federal or State office use)

PERMIT NO. \_\_\_\_\_\_\_ APPROVAL DATE \_\_\_\_\_\_\_

APPROVED BY \_\_\_\_\_\_ TITLE \_\_\_\_\_\_ DATE \_\_\_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY:

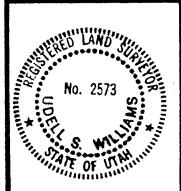


### FRANK B. ADAMS #11-1 FED.

Located North 597 feet from the South boundary and East 518 feet from the West boundary of Section 11, T195, R24E, SLB&M.

Elev. 4760

Grand County, Utah



#### SURVEYOR'S CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTIVAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST CIF MY KNOWLEDGE AND BELIEF





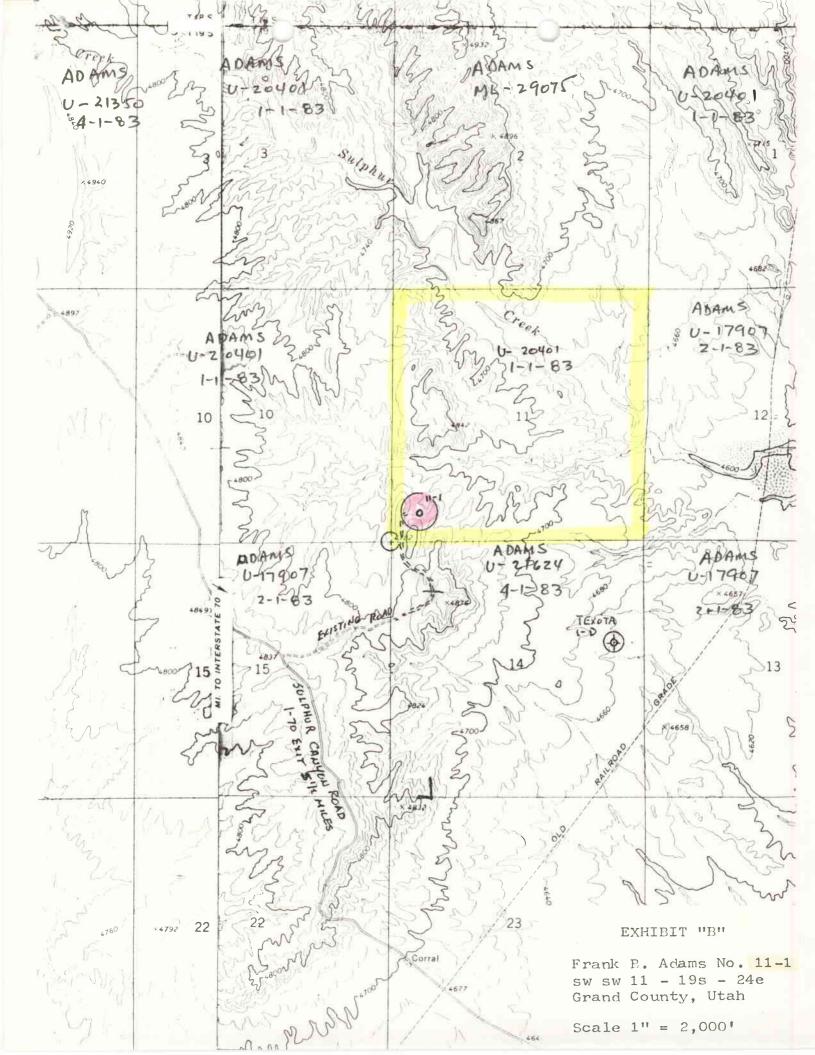
#### **UDELL S. WILLIAMS**

751 Rood Avenue
GRAND JUNCTION, COLORADO 81501

PLAT OF PROPOSED LOCATION

FRANK B. ADAMS #11-1 FED. SW}SW} SECTION 11 T19S, R24E, SLB&M

SURVEYED BY: USW DATE: 8/7/81 DRAWN BY: USW DATE: 8/8/81



Frank B. Adams

OIL OPERATOR

716 WILSON BUILDING CORPUS CHRISTI, TEXAS 78476

512-884-9004

September 1, 1981

Ten point plan to comply with NTL-6 (Supplement to 9-331 C)

Well Name: Frank B. Adams No. 11-1 sw sw Sec 11 - 19s 24e SLB&M Federal Oil & Gas Lease U-20401 Grand County, Utah

1. Geological name of surface formation

Mancus shale

2. Estimated tops of important geological markers

Base of Dakota silt 2,200'
Morrison 2,350'
Salt Wash 2,630'
Entrada 3,005'

3. Estimated depth at which water, oil and/ or gas is anticipated

Water - From scattered gravel beds from surface to 100', if any Oil or gas - any of the geological sections noted above

4. Proposed casing program

See paragraph 23 of 9-331C

- 5. Pressure control details
  - a. Rigan BOP 3,000 ps. (Hyd closing unit) tested to 1,000 psi after surface pipe is cemented, then daily thereafter
  - b. Grant rotating head above BOP
  - c. Full shut-off valve on wellhead and exhaust line, see attached diagram
- 6. Drilling mud and weight material program

Plans call for air drilling to total depth, adding soap to mist if necessary. If excessive formation water, oil or gas is encountered, the hole will be mudded up with 100 vis. 8.2 to 10# starch base drilling mud with KCL added. Well will then be drilled to total depth. If total depth is reahed with air and/or mist, the same mud up program will be followed to condition the hole for logging. Mud will be mixed and ready for use before reaching the Dakota formation, the first prospective pay zone.

#### 7. Auxillary equipment

- a. Demco kelly cocks
- c. Visual monitoring of mud system
- b. Check valve above bit
- d. Sub on rig floor with full opening valve, to be stabbed into drill pipe when kelly is out of the drill string

#### 8. Testing and logging program

- a. No formation tests anticipated
- b. Cuttings to be examined for hydrocarbon shows
- c. Exhaust line to be equipped with flare to ignite any hydrocarbons as they might occur.
- d. Dual induction and density log to be run to total depth if hole conditions permit.
- 9. Anticipated abnormal pressures or temperatures

No abnormal conditions expected - estimated bottom hole pressure for are is about 35% of total depth, i.e. @ 3,000' a bottom hole pressure of 1,050# could be expected, the surface pressure would be less.

10. Anticipated starting date and duration of operations

On or about March 15, 1982 and operations will be completed within two weeks.

### DESIGNATION OF OPERATOR

The undersigned is, on the records of the Bureau of Land Management, holder of lease

DISTRICT LAND OFFICE:

Salt Lake City, Utah

SERIAL NO .:

U-20401

and hereby designates

NAME:

Frank B. Adams

ADDRESS:

716 Wilson Building, Corpus Christi, Texas 78476

as his operator and local agent, with full authority to act in his behalf in complying with the terms of the lease and regulations applicable thereto and on whom the supervisor or his representative may serve written or oral instructions in securing compliance with the Operating Regulations with respect to (describe acreage to which this designation is applicable):

TOWNSHIP 19 SOUTH, RANGE 24 EAST, S.L.M. Section 11: SW/4

Grand County, Utah

It is understood that this designation of operator does not relieve the lessee of responsibility for compliance with the terms of the lease and the Operating Regulations. It is also understood that this designation of operator does not constitute an assignment of any interest in the lease.

In case of default on the part of the designated operator, the lessee will make full and prompt compliance with all regulations, lease terms, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the supervisor of any change in the designated operator.

MITCHELL ENERGY CORPORATION

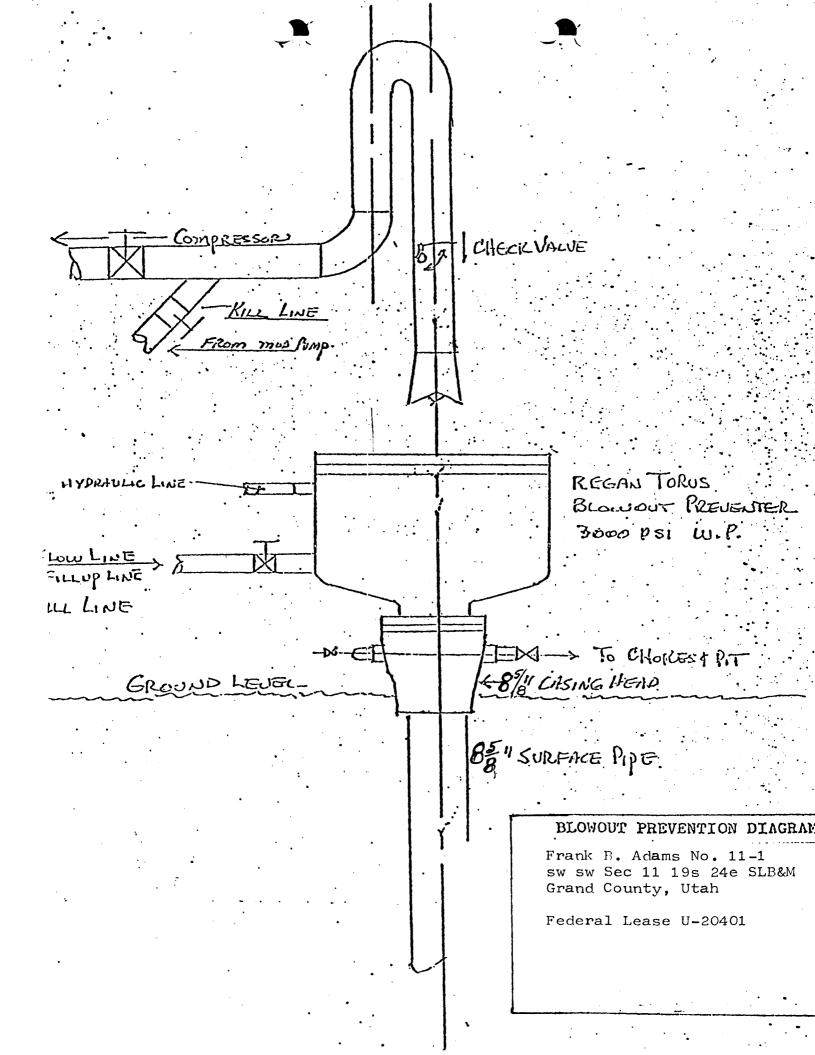
DAN J. HARIMANN (MI) Vice President and General Manager

9/4/81

(Date)

3200 Amoco Building, 1670 Broadway, Denver, Colorado 80202 (Address)

U.S. GONTEMBENT PRINCIPAL OFFICE : 1978 0 - 277 141



Frank B. Adams

**OIL OPERATOR** 

716 WILSON BUILDING CORPUS CHRISTI, TEXAS 78476

512-884-9004

### Surface Use Plan (NTL-6)

Well name: Frank B. Adams No. 11-1 Federal Lease U-20401 sw sw 11 - 19s - 24e SLB&M Grand County, Utah

#### 1. Existing roads

September 1, 1981

- A. Proposed location is shown on attached plats (Exhibits "A" & "B".
- B. The No. 11-1 is located approximately 14% air miles from Cisco, Utah and can be reached by taking the first Ranch Exit on I-70 coming from Colorado. Take the Sulphur Canyon road for about 5% miles to a old jeep trail, thence along that road about 3/4 miles to the top of a hogback, the access road starts there and goes in a nw direction about 2,000' to the location. The new road is center flagged.
- C. The Sulphur Canyon road is color-coded on Exhibit "A" The turnoff will be flagged.
- D. The 11-1 is classified as an exploratory well and all of the exisiting roads within a three mile radius are shown on Exhibit "A". The Sulphur Canyon Road is in regular use and maintained by Grand County. The operator will restore the road if his use causes damage.
- E. NA
- F. No improvements to existing roads is needed since they are in regular use and no bridges are involved.

#### 2.Planned access road

The access road will come in from the se to the pad. The grade is gentle and no turn outs will be required. The location hat natural drainage and the access road will be bladed no deeper than 3" and will be 12' wide plus about four feet on either side for bladed soil. The length will be about 2,000'. No gates or fences exist and the proposed road is center flagged. See Exhibit "B".

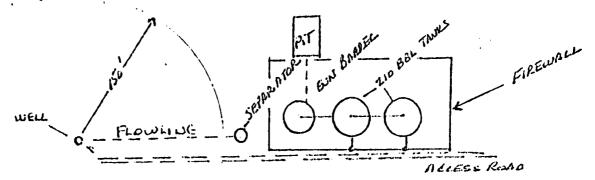
#### 3. Location of existing wells

Exhibit "A" shows abandoned wells in Sections 12 and 14. Proposed locations in Sections 4 and 22. There are no water wells within the area of interest.

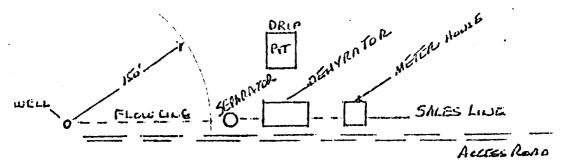
Surface Use Plan Frank B. Adams No. 11-1

#### 4. Location of existing and/or proposed facilities

- A. Operator does not own or control any facilities within a one mile radius of the proposed location.
- B. In the event of oil production, a producing facility as shown below will be constructed on the edge of the pad. Tanks will be welded 210 barrel steel storage tanks, connected by a catwalk. Oil produced will be removed by tank truck. A fire wall aroung the battery will be designed to contain the total volume of all storage within the fire walls plus 25%. All surface equipment will be painted "Desert Tan" to conform with BLM requirements.



In the event of gas production, producing facilities will consist of a separator, dehyrator, meter house and sales line. A typical set up is shown below:



This surface equipment will also be painted "Desert Tan" and any pits on both the oil or gas facilities will be fenced to turn livestock common to the area

C. Rehabilitation of all disturbed areas no longer needed after operations are completed, will be restored to a smooth contour and all debris will be cleaned up. Pits will be back filled and leveled after drilling operations are concluded. The area will be stablized with reseeding during October or November

#### 5. Location and type of water supply

- A. Water to be used for the drilling of this well will be obtained from a slump in a creek bed located on fee land owned by Frank Spadafora of Montrose, Colorado. This slump is located in the se corner of Section 30 18s 24e, Grand County, Utah
- B. Water will be picked up by 80 barrel water trucks and transported over the Sulphur Canyon road to the location. The slump is next to this road. Since this test is to be air drilled, the water needs will not exceed 250 to 300 barrels. An agreement has been reached with Mr. Spadafora to supply the water for this operation. He may be contacted at 303-249-9745 in Montrose for confirmation.
- C. There are no plans to drill a water well on location.

#### 6. Source of construction material

- A. No construction materials, such as, sand, gravel and soil will be required other than the native soil found in place on the location.
- B. No Federal or Indian lands will be source of construction material, if any are needed.
- C. In the event of production, a gravel pad will be used under the tank battery. Such gravel will be hauled to location by private contractor.
- D. Does not apply since no materials will be from Federal or Indian lands.

#### 7. Methods of handling waste disposal

- 1. Cuttings: Cuttings from air drilling will be exhausted into a pit at the end of the exhaust line. Dust will be controled by injecting a mist into the exhaust line. After operations are completed, the pit will be back filled and leveled. The head of the pit will be at least 100' from wellhead.
- 2. Drilling fluids: To be contained in two 10' x 20' steel mud tanks. A reserve pit will be prepared to contain any excess flow from the well during drilling, cementing and completion. The pit will be back filled after operations are complete, except a pit that might be needed in connection with the production of oil and/or gas. Any pits not back filled will be fenced.
- 3. Produced fluids: Oil will be properly stored in tanks erected for that purpose and any water will be diverted into a pit and deposed of as required by the amount of water involved.

  NTL-2B will be used as a guide for disposal of fluids/
- 4. Sewerage: A chemical toilet will be provided on location for use by personnel.

Surface Use Plan Frank B. Adams No. 11-1

- 5. Garbage and other waste material: A 10' x 10' x 6' trash pit will be constructed and enclosed by small mesh wire for use trash burn pit. Also empty steel drums will be on location to contain loose trash before burning in pit.
- 6. Wellsite clean up: Wellsite and pad will be properly cleaned up and restored to a smooth contour when operations are completed and rig moved off location. This clean up will occur within 30 days after the pad is vacated. Only that part of the pad required for production facilities will be kept in use. In the event of a dryhole, only the required dryhole marker will remain.

#### 8. Ancillary facilities

No field camp or air strip will be required for this operation.

#### 9. Wellsite layout

- A plat on a scale of 1" = 50' is attached as Exhibit "C"
- 1. Cross-section of drill pad not shown since the rise in elevation is slight and no cuts or fills are required.
- 2. Location of the mud tanks, exhaust & reserve pit, burn pit, pipe racks, living facilities and soil stockpile are shown on attached Exhibit "C".
- 3.Rig orientation, parking areas and access road is also shown on Exhibit "C"
- 4. Pits shown are unlined.

#### 10. Plans to restore surface

- 1. Upon completion, the part of the pad not needed to produce the well will be restored, including back filling and leveling of the pits, replacement of top soil, waste disposed of and spoils material segregated, if required. The pad will then be contoured to its original contours.
- 2. If the well is abandoned, the pad and access road will be ripped, leveled, rehabilitated and revegetated during the month of October or November.
- 3. Any remaining pits will be fenced and maintained after location is cleared, in the event of production.
- 4. If there is any oil on the pits, it will either be removed by truck or covered and the pit flagged on the surface.
- 5. Completion of the rehabilitation operations will occur during the month of October or November, weather permitting.

#### 11. Other information

- 1. This location is situated on the plains below the Bookcliffs and the surface is Mancus shale with scattered clumps of greasewood and wild grasses. The are no pronounced geological features in the area.
- 2. The surface is owned by the BLM and is often leased as winter grazing land to local sheepmen. There are no other surface use activities on the involved land.
- 3. The nearest water is that source mentioned in Paragraph 5, Page 2 of the Surface use plan. The nearest occupied dwellings belong to Emmet Elizando at Harly Dome' to the East.

To my knowledge there are no archeological, historical or cultural sites in the immediate area.

#### 12. Operator's representative

Frank B. Adams
716 Wilson Building
Corpus Christi, TX 78476

M. L. Oldham P. O. Box 1101 Fruita, CO 81521

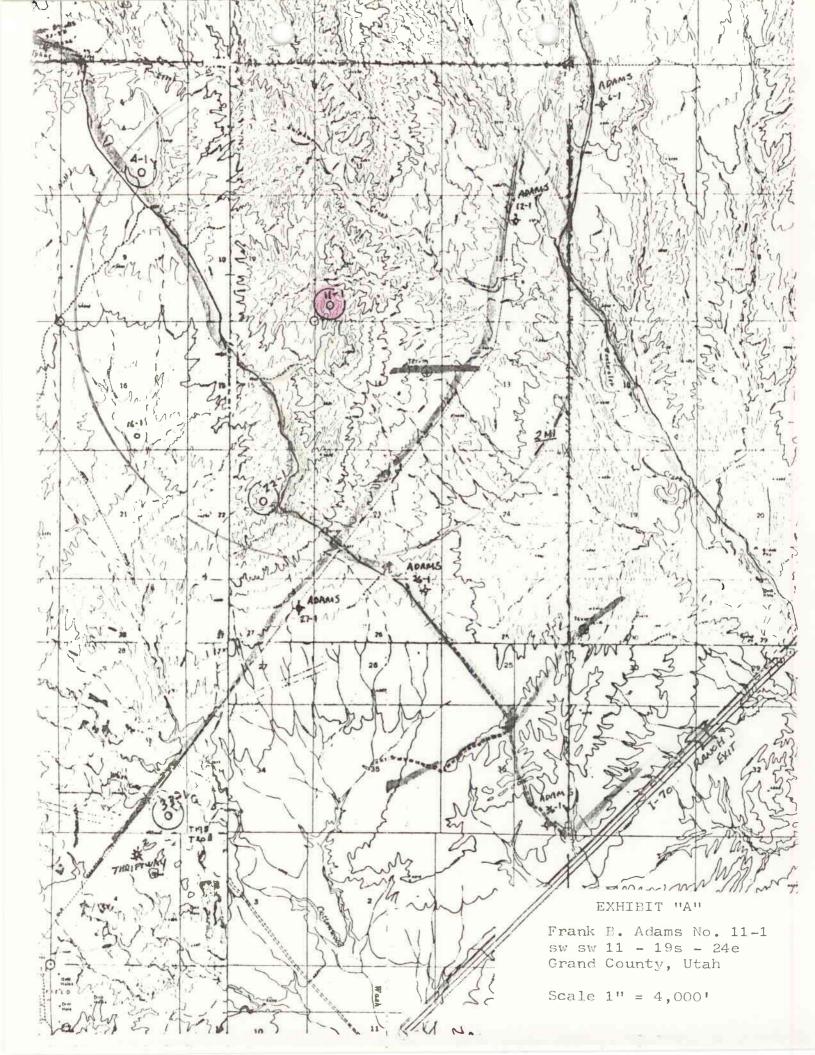
512-884-9004

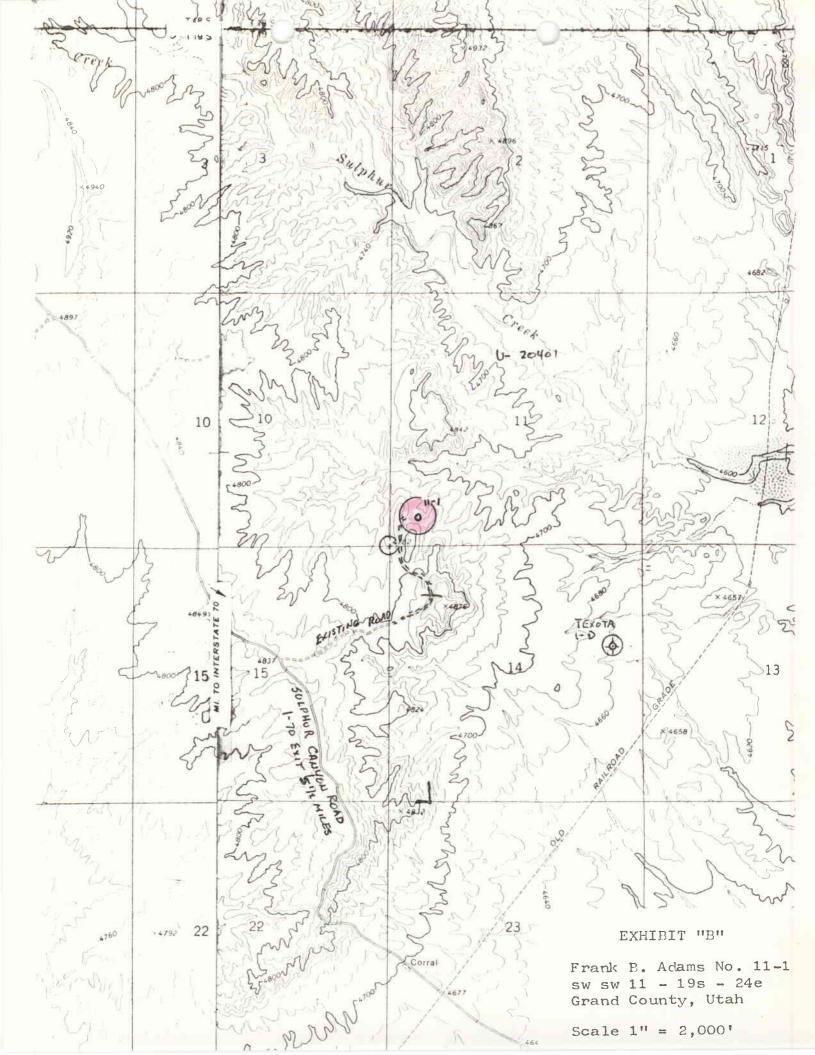
303-858-3481

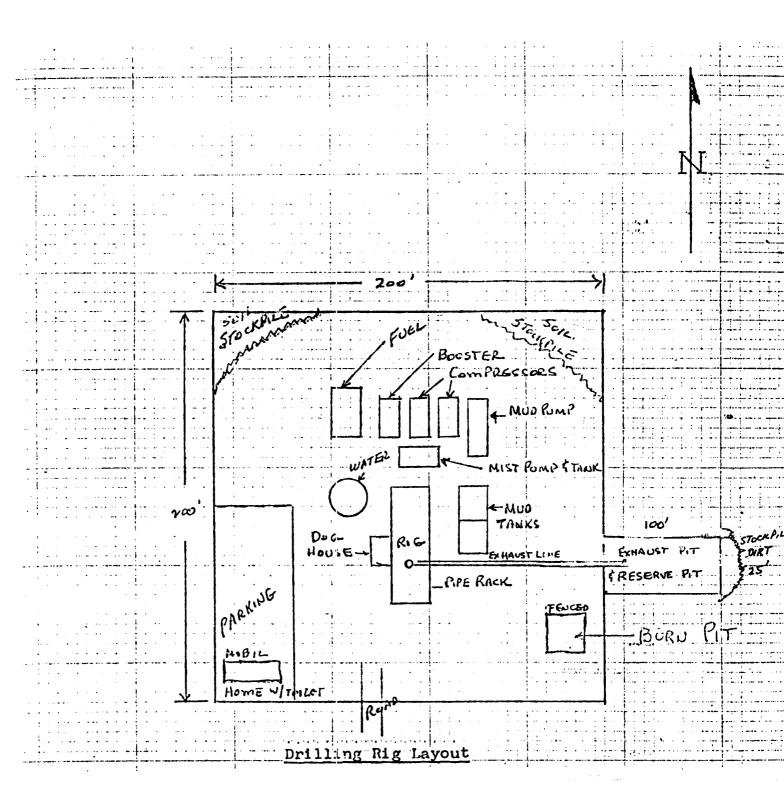
13. I hereby certify that I have inspected the proposed drillsite and access roads; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be preformed by Frank B. Adams and his contractors and subcontractors in conformity with this plan and the terms and conditions of approval.

Frank B. Adams

rank B. adams -







Starner Drilling Co. Rig No. 3 Box 1868 Grand Junction, CO 81501

Scale 1" = 50'

Exhibit "C"
Adams No. 11-1

### \*\* FILE NOTATIONS \*\*

| DATE: October 15,                                     |  |
|---|--|
| OPERATOR: Frank B. Ala                                | mo   |
| WELL NO: Federal no. 1                                |  |
| Location: Sec   | 5 R. 24 E County: Lland                                    |
| File Prepared:  | Entered on N.I.D:  |
| Card Indexed:   | Completion Sheet:  |
| API Number_   | 43-019-30866   |
| CHECKED BY:   |  |
| Petroleum Engineer:                                   |  |
|   |  |
| Director: OK as puosdu                                | essel in cary 107-168                                      |
|   | -  |
| Administrative Aide:                                  | en Order Below,  |
|   |  |
| APPROVAL LETTER:                                      |  |
| Bond Required:  | Survey Plat Required:                                      |
| Order No. 102-11B, 9-26-                              | 79 O.K. Rule C-3   |
| Rule C-3(c), Topographic Except<br>within a 660' radî | ion - company owns or controls acreage us of proposed site |
| Lease Designation [74]                                | Plotted on Map   |
| Approva2 Le   | tter Written   |
| Hot Line P.I.   |  |

#### October 20, 1981

Frank B. Adams 716 Wilson Bldg. Corpus Christi, Tx. 78476

RE: Well No. Federal #11-1, Sec. 11, T. 19S, R. 24E, Grand County, Utah

Insofar as this office is concerned, approval to drill the above referred to gas well is hereby granted in accordance with the Order issued in Cause No. 102-16B, dated September 26, 1979.

Should you determine that it will be necessary to plug and abandon this well, you are hereby requested to immediately notify the following:

MICHAEL T. MINDER - Petroleum Engineer

Office: 533-5771 Home: 876-3001

Enclosed please find Form OGC-8-X, which is to be completed whether or not water sands (acquifers) are encountered during drilling. Your cooperation in completing this form will be appreciated.

Further, it is requested that this Division be notified within 24 hours after drilling operations commence, and that the drilling contractor and rig number be identified.

The API number assigned to this well is 43-019-30866.

Sincerely

DIVISION OF OIL. GAS AND MINING

Cleon B. Feight Director

Jan Carlon

CBF/db CC: USGS

## SUBMIT IN PLICATE\* (Other instructions on reverse side)

Form approved. Budget Bureau No. 42 R1425.

5. LEASE DESIGNATION AND SERIAL NO.

UNITED STATES

DEPARTMENT OF THE INTERIOR

| GEOLOGICAL SURVEY   |  |  |                       |                            |                                       | U-2040 <b>1</b>   |                     |
|---|--|--|-----------------------|----------------------------|---------------------------------------|---|---------------------|
| APPLICATION   | 6. IF INDIAN, ALLOTTEE OR TRIBE  | NAME   |                       |                            |                                       |   |                     |
| DRILL DEEPEN DEEPEN PLUG BACK                               |  |  |                       |                            |                                       | 7. UNIT AGREEMENT NAME  |                     |
| oil × &/or GA   | S OTHER  |  | S. FARM OR LEASE NAME |                            |                                       |   |                     |
| 2. NAME OF OPERATOR   |  | Federal  |                       |                            |                                       |   |                     |
| Frank B. Ac   | dams   |  |                       |                            |                                       | 9. WELL NO. No. 11-1 Feder  |                     |
| 3. ADDRESS OF OPERATOR                                      | ADDRESS OF OPERATOR 716 Wilson Pldg., Corpus Christi, TX 78476   |  |                       |                            |                                       |   |                     |
|   |  | 10. FIELD AND POOL, OR WILDCA<br>Greater Cisco |                       |                            |                                       |   |                     |
| At surface 518  | LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)  At surface 518 fwl & 597 fsl Sec. 11 - 19s - 24e SLE&M |  |                       |                            |                                       |   |                     |
| At proposed prod. zone                                      | Same as abo  |  |                       |                            |                                       | 11-T19S-R24E S  |                     |
|   | and direction from NEAR  |  | T OFFIC               | E*,                        | -                                     | Grand Ut  | ah                  |
| 15. DISTANCE FROM PROPO<br>LOCATION TO NEAREST              |  |  | 16. N                 | O. OF ACRES IN LEASE       |                                       | OF ACRES ASSIGNED HIS WELL  |                     |
| PROPERTY OR LEASE L (Also to nearest drig                   | INE, FT.   | 518 <b>'</b>                                   | 2,                    | 424.76                     |                                       | c-oil & 40ac- ga  | S                   |
| 18. DISTANCE FROM PROPO<br>TO NEAREST WELL, DE              | OSED LOCATION*   |  |                       | ROPOSED DEPTH              |                                       | RY OR CABLE TOOLS   |                     |
| OR APPLIED FOR, ON THI                                      | S LEASE, FT.   | NA   | 3,                    | 200' Entrada               | Rot                                   | ary - air   |                     |
|   | ELEVATIONS (Show whether DF, RT, GR, etc.) 4,760 Gr. 4,768 KB  |  |                       |                            |                                       | Mar. 15, 1982   |                     |
| 23.   | P  | ROPOSED CASI                                   | NG AN                 | D CEMENTING PROGRA         | м                                     |   |                     |
| SIZE OF HOLE  | SIZE OF CASING   | WEIGHT PER F                                   | 00Т                   | SETTING DEPTH              |                                       | QUANTITY OF CEMENT  |                     |
| 11"   | 8-5/8ths"  | 26#  |                       | 160'                       |                                       | sx to surface   |                     |
| 61/11   | 4½"  | 10%  | <del>‡</del>          | 3,200'                     | 120 s                                 | 5x + 2% KCL   |                     |
| Attached  1. Survey   |  |  |                       | l % %                      | ) 1 3 1                               |   |                     |
| <ol> <li>Ten poir</li> <li>Surface</li> </ol>               |  |  |                       |                            |                                       | ·   |                     |
|   | tion of opera  | tor  |                       | تار<br>کالے, GA            | SION C                                | )F  |                     |
|   |  |  |                       |                            | · · · · · · · · · · · · · · · · · · · | NIN(_   |                     |
| •   | •  |  |                       |                            | •                                     | ·   |                     |
|   | •  |  |                       |                            |                                       |   |                     |
|   | •  |  |                       |                            |                                       |   |                     |
|   |  |  |                       |                            |                                       |   |                     |
|   |  |  |                       |                            |                                       |   |                     |
| IN ABOVE SPACE DESCRIBE                                     | PROPOSED PROGRAM: If   | proposal is to deep                            | pen or )              | plug back, give data on pr | esent prod                            | uctive zone and proposed new prod<br>d and true vertical depths. Give | oductive<br>blowout |
| zone. If proposal is to<br>preventer program, if any<br>24. |  | my, give pertinen                              | Luata                 | on substitute locations an | u measure                             | · ·   |                     |
| 2   | and B. ada   |  | rle                   | Operator                   |                                       | Sept. 1,  | 1981                |
| (This space for Fede  | ral or State office use)   |  |                       | VILLUE MIXTORA             | . —                                   |   |                     |
| PERMIT NO.  | WW. +  |  | FOR                   | E. W. GUYINI               | <del> </del>                          | NOV 4 0 14  |                     |
| APPROVED BYCONDITIONS OF APPROV                             | AL, IF ANY:  | TIP  | rl <b>e</b>           | DISTRICT OIL & GAS SU      | PERVISO                               | R DATE NOV 12 1   | 181                 |
|   |  | ع وبرورون                                      | ir ru                 | to single with mine of     | ر <b>ات</b> ب                         |   |                     |

NOTICE OF APPROVAL

TO OPERATOR'S COPY
\*See Instructions On Reverse Side

FLARING OR VENTING OF GAS IS SUBJECT TO NTL 4-A DATED 1/1/80 United States Department of the Interior Geological Survey 2000 Administration Bldg. 1745 West: 1700 South Salt Lake City, Utah 84104

## NEPA CATEGORICAL EXCLUSION REVIEW

| REIA GIZZO  |
|---|
| PROJECT IDENTIFICATION  |
| Operator Frank B. Adams   |
| Project TypeOil and Gas Well - Wildcat  |
| Project Location 518' FWL & 597' FSL - Sec. 11, T. 19S, R. 24E  |
| Well No. 11-1 Lease No  |
| Date Project Submitted September 14, 1981   |
|   |
| FIELD INSPECTION Date October 8, 1981   |
| Field Inspection Participants Craig Hansen - USGS, Vernal   |
| Frank Adams - Operator  |
| Elmer Duncan - BLM, Moab  |
| Kevin Cleary - BIM. Moab  |
| Craig Ivy - Northwest Pipeline  |
|   |
| Related Environmental Documents:  |
|   |
| have reviewed the proposal in accordance with the categorical exclusion review guidelines. This proposal would not involve any significant effects and, therefore, does not represent an exception to the categorical exclusions. |
| Date Prepared Environmental Scientist   |
| concur  FOR E. W. GUYNN  DISTRICT OIL & GAS S   |
| NUV US 1901 District Supervisor   |
| Date ,  |

10-16-81

|   | Feder                         | al/State A               | gency             | Local and private             |                  | Other                      |                    |                                |       |
|---|-------------------------------|--------------------------|-------------------|-------------------------------|------------------|----------------------------|--------------------|--------------------------------|-------|
| Criteria<br>516 DM 2.3.A                          | Corre-<br>spondence<br>(date) | Phone<br>check<br>(date) | Meeting<br>(date) | corre-<br>spondence<br>(date) | Previous<br>NEPA | rstudies<br>and<br>reports | Staff<br>expertise | Onsite<br>inspection<br>(date) | Other |
| Public health<br>and safety                       | B/m<br>10-30-81               |                          |                   |                               | ·                | ·                          | 2                  | 10-8-81<br>2H,6                |       |
| Unique characteristics                            | -                             |                          |                   |                               |                  |                            | Z                  | 291,6                          | . (   |
| Environmentally controversial                     | 1                             |                          |                   |                               | ·                |                            | Z                  | 246                            |       |
| . Uncertain and unknown risks                     | 1                             |                          |                   |                               |                  |                            | 7                  | 246                            |       |
| . Establishes precedents                          |                               |                          |                   |                               |                  |                            | 2                  | 2H6                            |       |
| . Cumulatively significant                        |                               |                          | ·                 |                               |                  |                            | 2                  | 246                            |       |
| . National Register historic places               | 1                             |                          |                   |                               |                  |                            |                    | , ,                            | (     |
| . Endangered/<br>threatened species               | /                             |                          |                   |                               |                  |                            |                    |                                |       |
| . Violate Federal,<br>State, local,<br>triba! law | . /                           |                          |                   |                               |                  |                            |                    |                                |       |

## CATEGORICAL EXCLUSION REVIEW COMMON REFERENCE LEGEND

- Surface Management Agency Input 1.
- Reviews Reports, or information received from Geological Survey (Conservation Division, Geological Division, Water Resource Division, 2. Topographic Division)
- Lease Stipulations/Terms 3.
- Application Permit to Drill 4.
- Operator Correspondence 5.
- Field Observation 6.
- Private Rehabilitation Agreement

### RECOMMENDED ENVIRONMENTAL STIPULATIONS FOR FRANK B. ADAMS WELL #11-1:

- 1. The access road will be widened to 18' running surface with a maximum disturbance of 24'.
- 2. Production facilities will be painted a tan color to blend in with the natural surroundings.
- 3. The Operator will adhere to BLM surface stipulations.
- 4. The location was rotated 90° to the left to accomodate the rig.
- 5. The rig location will be reduced to  $150' \times 200'$  to reduce cut and fill on west edge of the location.

#### **COMMENTS:**

The location is on the east edge of a steep hill. Excessive cuts will be placed on the west edge of the location. All production facilities will be maintained on the location.





## United States Department of the Interior

3109 U-20401 (U-068)

BUREAU OF LAND MANAGEMENT Moab District Grand Resource Area P. O. Box M Moab, Utah 84532

OCT 3 0 1981

With the

#### Memorandum

To:

Oil & Gas Office

USGS Conservation Division

P.O. Box 1037

Vernal, Utah 84078

From:

Area Manager, Grand

Subject: Frank B. Adams (APD)

Fed. 11-1 - Lease: #U-20401

SW4SW4, Section 11, T. 19 S., R. 24 E., SLB&M

Grand County, Utah

On October 8, 1981  $\bar{a}$  representative from this office met with Cody Hansen, USGS, and Frank Adams, agent of Frank B. Adams for an inspection of the above referenced location. Subject to the attached conditions and written approval from USGS, I am approving the surface management portion of the Application for Permit to Drill.

The archaeological requirement has been fulfilled on this location. No threatened or endangered flora or fauna are indicated in the area.

Please forward the enclosed information to Frank B. Adams.

Enclosures: (3)

1-Reclamation Procedures

2-Seed Mixture

3-Suggested Colors - Production Facilities

Company: Frank B. Adams

Well: Fed. 11-1

Section 11, T. 19 S., R. 24 E.

#### ADDITIONS TO THE MULTIPOINT SURFACE USE PLAN AND RECLAMATION PROCEDURES

#### **CONSTRUCTION:**

- 1. The operator or his contractor will contact the Grand Resource Area Office in Moab, Utah phone (801 259-6111) 48 hours prior to beginning any work on public land.
- 2. The dirt contractor will be furnished with an approved copy of the surface use plan and any additional BLM stipulations prior to any work.
- 3. Use of water from sources such as wells, springs, streams or stock ponds for activities associated with this well will be approved, prior to use, by the agency or individual holding the water right.
- 4. If subsurface cultural material is exposed during construction, work in that spot will stop immediately and the Grand Resource Area Office will be contacted. All employees working in the area will be informed by the operator that they will be subject to prosecution if they are caught disturbing archaeological sites or picking up artifacts. Salvage or excavation of identified archaeological sites will only be done if damage occurs.

New road construction will be limited to an allowable travel surface width of 18 feet. For construction design and survey refer to class III road standards attached to well #33-1.

Topsoil and vegetation will be saved along the route and windrowed along the east side of the road.

Surface disturbance and vehicular travel will be limited to the approved location and approved access route. Any additional area needed will be approved in advance.

Surfacing material will not be placed on the access road or location without prior BLM approval.

6. Location: Disturbed or leveled area will be 60 feet by 60 feet for the rig and steel mud tanks. The rig layout will be rotated 900 counter clockwise to accomodate rig and put the pit(s) in the cut. There will be approximately a 20 foot cut along the south side of the location. A drainage ditch will be constructed along the south edge of the pad to run any excess water around the east side of the pad.

- 7. The top 6 inches of soil material will be removed from the location and stockpiled on the east side of the location.
- 8. The reserve pit will not be lined with commercial bentonite or plastic sufficient to prevent seepage. Keyway. The reserve pit banks will be 1.5 to 2.0 feet above pad and constructed in 8" lifts, machinery compacted, and sufficiently wide for equipment to pass over.
- 9. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as the drilling is completed. The fence will be kept in good repair while the pit is drying. The fence will be 48 inches ranch wire with one strand of barbed wire along the top for support.

#### PRODUCTION

- 1. The reserve pit and that portion of the location and access road not needed for production or production facilities will be reclaimed in the methods described in the rehabilitation section. All of the stockpiled topsoil will be used in reclaiming the unused areas.
- 2. All above-ground production facilities will be painted using the attached suggested colors.
- 3. The access will be to the design of a class III road.
- 4. Non-Productive areas (between the deadmen and the outer edge of the disturbed area) will be contoured, topsoils replaced, ripped or scarified and seeded.

#### REHABILITATION

- 1. Immediately upon completion of drilling, the location and surrounding area will be cleared of all debris resulting from the operation.

  All trash will be disposed of in the trash cage. Non-burnable debris will be hauled to a local town dump site.
- 2. The operator or his contractor will contact the Grand Resource Area BLM office in Moab, Utah, phone (801 259-6111), 48 hours prior to starting rehabilitation work that involves earthmoving equipment and upon completion of restoration measures.
- 3. Before any dirt work to restore the location takes place, the reserve pit must be completely dry and any trash (barrels, metal etc.) it contains must be removed from public lands.
- 4. All disturbed areas will be recontoured to blend as nearly as possible with the surrounding area.
- 5. The stockpiled topsoil will be evenly distributed over the disturbed area.
- 6. All disturbed areas will be scarified with the contour to a depth of 6 inches. Do not smooth pads out, leave a roughened surface.
- 7. Seed will be broadcast at a time to be specified by the BLM with the following seed prescription. When broadcast seeding, a harrow or some such implement will be dragged over the seeded area to assure seed cover. Broadcast seed will be applied at 2 times the rate shown on the enclosed seed mixture.
- 8. After seeding is complete access will be blocked to prevent any use/vehicle use.
- 9. Waterbars will be used on all sloping surfaces as shown below:

| <u>Grade</u> | Spacing         |
|--------------|-----------------|
| 2%           | 200 ft. spacing |
| 2-4%         | 100 ft. spacing |
| 4-5%         | 75 ft. spacing  |
| +5%          | 50 ft. spacing  |

#### SEED MIXTURE

| Species                                     |                                   | Rate     |
|---|-----------------------------------|----------|
| <u>Grasses</u>                              |                                   | lbs/acre |
| Oryzopsis hymenoides<br>Hilaria jamesii     | Incian rice grass<br>Curley grass | 1        |
| <u>Forbs</u>                                |                                   |          |
| Sphaeralcea coccinea                        | G1cbema11ow                       | 1        |
| Shrubs                                      |                                   |          |
| Atriplex nuttallii                          | Nuttal Saltbush                   | 1        |
| Atriplex confertifolia<br>Ceretoides lanata | Shadscale<br>Winterfat            | 1        |
|   |                                   |          |

Double this amount if the seed will be broadcast.



## United States Department of the Interior

BUREAU OF LAND MANAGEMENT

# SUGGESTED COLORS TO PAINT OIL & GAS TO PRODUCTION FACILITIES

Cisco Desert and Flats below the Bookcliffs:

Dynasty Green

(Sears)

Tumbleweed

. (Pratt & Lambert)

Desert Tan

<u>-</u>:

Sage Gray

(Pratt & Lambart)

Bookcliffs Region:

Sage Gray

(Pratt & Lambert)

Sea Life

(Pratt & Lambert)

Dynasty Green

(Sears)

Similar hues other than the ones mentioned above must be approved by the Grand Resource Area Manager.

#### UNITED STATES OF THE INTERIOR

SUBMIT IN T

Form approved Budget Bureau No. 42-R1425

COther Instructors on reverse side MANAGEMENT
MINERALS SERVICE SERVICE DESIGNATION

| CLAL | INIT | 41 C | ) F | LIE I | 1.4 |
|------|------|------|-----|-------|-----|
|      |      |      |     |       |     |

GEOLOGICAL SURVEY

| DELL THE THE PROPERTY OF    | AND BERIAL, NO. |
|-----------------------------|-----------------|
| A DAG OPERATIONS COLOR      |                 |
| OIL & GAS OPERATION U-20401 |                 |
| 015 2 25 05 105 1           |                 |
| REULITE                     |                 |
| C IN ENGLAND ALL COMMEN     |                 |

|  |   |                   |          |                  |       | <del></del>       | 1  |
|--|---|-------------------|----------|------------------|-------|-------------------|--|
| APPLICATION                                    | N FOR PERMIT  | TO DRILL, I       | DEEP     | EN, OR PL        | UG B  | ACK 10            | 6. IF INDIAN, ALLOTTER OR TRIBE NAME   |
| 1a. TYPE OF WORK                               | ILL 🛚   | DEEPEN [          | 7        | PL.U             | G BAC |                   | 7. UNIT AGREEMENT NAME   |
| b. TIPE OF WELL                                |   |                   | •        | Note to the      | SALT  | LAKE CIT          | Y, UTAH  S. FARM OR LEASE NAME   |
| WELL X &/or w                                  | ELL X OTHER   |                   | 7.0      | Nei # []         | ZONE  | <u> </u>          |  |
| 2. NAME OF OPERATOR                            | . •   |                   |          |                  |       |                   | Federal  |
| Frank B. A                                     | Adams   |                   |          |                  |       |                   | 9. WELL NO.  |
| 3. ADDRESS OF OPERATOR                         |   |                   |          |                  |       |                   | # 11-1 Federal   |
| 718 Wilson                                     | Bldg., Corp   | us Christ         | i, T     | X 78476          |       |                   | 10. FIELD AND POUL, OR WILDCAT   |
| 4. LOCATION OF WELL (R                         | eport location clearly and  | in accordance wit | h any 8  | etite reguiremen | (s.°) |                   | Greater Cisco Area   |
|  | ½ 597' fs1 -  | Section 1         | 1        |                  |       |                   | 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA   |
|  | At proposed prod. zone Township 19 South - Range 24 East SLB&M 11-19s-24e SLB&M |                   |          |                  |       |                   |  |
| 14. DISTANCE IN MILES                          | AND DIRECTION FROM NEA  | REST TOWN OR POST | r offici | r•               |       |                   | 12. COUNTY OR PARISH   13. STATE   |
| 14.52 mile                                     | es nne from C   | isco, Utal        | h        |                  |       |                   | Grand Utah   |
| 15. DISTANCE FROM PROPO<br>LOCATION TO NEAREST |   |                   |          | OF ACRES IN I    | EASE  |                   | F ACRES ASSIGNED   |
| PROPERTY OR LEASE ! (Also to Dearest drig      | INE, FT.<br>g. unit line, if any)   | 518'              | I I      |                  |       | (oil) 40acs (gas) |  |
| 18. DISTANCE FROM PROP<br>TO NEAREST WELL, D   |   | 37.4              | <b>!</b> |                  |       | RY OR CABLE TOOLS |  |
| OR APPLIED FOR, ON TH                          | _   | NA                | 3,       | 200' Ent         | rada  | Kot               | ary (Air)  |
| 21. ELEVATIONS (Show who                       |   |                   |          |                  |       |                   | 22. APPROX. DATE WORK WILL START*  |
| 4,760' Gr. 4,768' KB                           |   |                   |          |                  |       |                   | Nov. 15, 1982  |
| 23. PROPOSED CASING AND CEMENTING PROGRAM      |   |                   |          |                  |       |                   |  |
| SIZE OF HOLE                                   | SIZE OF CASING  | WEIGHT PER FO     | ют       | SETTING DE       | PTH   |                   | QUANTITY OF CEMENT   |
| 11"  | 8-5/8ths  | 26#               |          | 160              | ,     | 30 s              | x to surface   |
| 6表''   | 4211  | 10.5#             |          | 3,200            | 1     |                   | x + 2% KCL   |
|  |   |                   |          | -                |       |                   | The state of the s |
|  |   |                   |          |                  | - 1   |                   |  |

Request for extention to start well at later date than on original approved APD

This re-approval is subject to all of the Conditions of Approval originally approved on November 12, 1981.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

Sept. 9, 1982 Frank B. Adams (This space for Federal or State office use) PERMIT NO District Oil & Gas Supervisor **SEP** 3 0 1982 APPROVED BY

arlene -

Oil and Gas Operations 2000 Administration Building 1745 West 1700 South Salt Lake City, Utah 84104

January 26, 1983

Frank B. Adams
718 Wilson Building
Corpus Christi, Texas 78476

Re: Rescind Application for Permit to Drill
Wall No. 11-1
Section 11, T.19S., R.24E.
Grand County, Utah
Lease U-20401

#### Gentlemen:

The Application for Permit to Drill the referenced well was approved on November 12, 1981 and then re-approved on September 30, 1982. Our records indicate that this lease terminated December 31, 1982. Therefore the referenced application is hereby rescinded effective December 31, 1982.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of the well will be rehabilitated. A schedule for this rehabilitation must then be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

(ORIG. SGD.) W. P. MARTENS
Drilling Unit Supervisor

B. W. Guynn
District Oil and Gas Supervisor

bcc: Well File
SMA
State BLM
State O&G
APD Control
Vernal

WPM/kr

JAN 27 1993

DIVISION OF OH GAS & MINING

Budget Bureau No. 42-R1424

5. LEASE

Well Record Information Form Approved.

U = 20401

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

Form 9-331 Dec. 1973

#### UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

|  | * *   |
|--|---|
| SUNDRY NOTICES AND REPORTS ON WELLS  | 7. UNIT AGREEMENT NAME  |
| (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9–331–C for such proposals.)   | 8. FARM OR LEASE NAME<br>Federal  |
| <ol> <li>oil gas well otheAbdn Location</li> <li>NAME OF OPERATOR</li> <li>Frank B. Adams</li> <li>ADDRESS OF OPERATOR 718 Wilson Building</li> <li>Corpus Christi, TX 78476</li> <li>LOCATION OF WELL (REPORT LOCATION CLEARLY, See space 17 below.)         AT SURFACE: 518' fwl &amp; 597' fsl         AT TOP PROD. INTERVAL:         AT TOTAL DEPTH:</li> <li>CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</li> </ol> | 9. WELL NO. # 11-1 Federal 10. HELD OR WILDCAT NAME Greater Cisco Area 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA SW SW 11 -19s -24e SLB&M 12. COUNTY OR PARISH 13. STATE Grand Utah 14. API NO. 43-019-30866 15. ELEVATIONS (SHOW DF, KDB, AND WD) |
| REQUEST FOR APPROVAL TO:  TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL PULL OR ALTER CASING MULTIPLE COMPLETE CHANGE ZONES ABANDON* (other)  SUBSEQUENT REPORT OF:  ABANDOR OF SUBSEQUENT REPORT OF:  | (NOTE: Report results of multiple completion or zon change on Form 9–330.)  OCATION   |

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Access road and pad were built. The access road and pad were rehabed by Abco Contruction Co. of Grand Junction, CO (303-241-0874) January 10, 1983 and seeded January 11, 1983.

Oil and Gas Lease U-20401 expired December 31, 1982.

Location originally approved 11/12/81 and extended 9/30/82.

| Subsurface Safety Valve: Manu. and Type  | Set @       | Ft.  |
|--|-------------|------|
| 18. I hereby certify that the foregoing is true and correct  SIGNED FRANK B. Adams  DATE  DATE | January 28, | 1983 |
| (This space for Federal or State office use)   |             |      |

APPROVED BY CONDITIONS OF APPROVAL, IF ANY

DATE

STATE

Scott M. Matheson, Governor Temple A. Reynolds, Executive Director Cleon B. Feight, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

January 28, 1983

Frank B. Adams
718 Wilson Building
Corpus Christi, Texas 78476

RE: Well No. 11-1 Sec. 11, T.19S, R.24E Grand County, Utah

#### Gentlemen:

Approval of Application for Permit to Drill the above referenced well is rescinded without prejudice as of the above date in concert with action taken by Minerals Management Service.

If you intend to drill this location at a future date, a new application for permit to drill may be submitted for State approval.

Sincerely,

Norm Stout

Administrative Assistant

NS/as